

Treasury Financial Manual

Bulletin No. 99-03 Volume I

Retention Date: December 31, 1999

To: Heads of Government Departments, Agencies and Others Concerned

Subject: Percentage Rate

1. Purpose

This Treasury Financial Manual (TFM) bulletin publishes the percentage rate, based on the current value of funds to Treasury, to be used as follows:

- In assessing interest charges for outstanding debts on claims owed the Government under Charges for Late Payments in the Debt Collection Act of 1982 (Public Law 97-365).
- As a comparison point in evaluating the cost-effectiveness of a cash discount. (See I TFM 6-8000, paragraphs "Charges for Late Payments" and "Cash Discounts.")

The Current Value of Funds Rate is published in a TFM bulletin annually.

2. Rescission

This bulletin rescinds TFM Bulletin No. 98-05.

3. Rate for Charges on Late Payments and Comparison Point for Cash Discounts

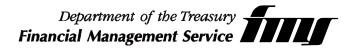
The percentage rate to be applied during the period January 1 through December 31, 1999, is 5.00 percent.

4. Effective Date

January 1, 1999.

5. Supplementary Information

The rate reflects the current value of funds to the Treasury in Federal cash management and is based on investment rates set for purposes of Public Law 95-147, 91 Stat. 1227. The rate is computed each year by averaging investment rates for the 12-month period ending every September. The rate then goes into effect January 1. It is subject to quarterly revisions if the annual average, on the moving basis, changes by 2 percent. The rate in effect for calendar year 1999 reflects the average investment rates for the 12-month period that ended September 30, 1998.





Treasury Financial Manual

Bulletin No. 99-03 Volume I

Retention Date: December 31, 1999

To: Heads of Government Departments, Agencies and Others Concerned

Subject: Percentage Rate

1. Purpose

This Treasury Financial Manual (TFM) bulletin publishes the percentage rate, based on the current value of funds to Treasury, to be used as follows:

- In assessing interest charges for outstanding debts on claims owed the Government under Charges for Late Payments in the Debt Collection Act of 1982 (Public Law 97-365).
- As a comparison point in evaluating the cost-effectiveness of a cash discount. (See I TFM 6-8000, paragraphs "Charges for Late Payments" and "Cash Discounts.")

The Current Value of Funds Rate is published in a TFM bulletin annually.

2. Rescission

This bulletin rescinds TFM Bulletin No. 98-05.

3. Rate for Charges on Late Payments and Comparison Point for Cash Discounts

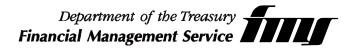
The percentage rate to be applied during the period January 1 through December 31, 1999, is 5.00 percent.

4. Effective Date

January 1, 1999.

5. Supplementary Information

The rate reflects the current value of funds to the Treasury in Federal cash management and is based on investment rates set for purposes of Public Law 95-147, 91 Stat. 1227. The rate is computed each year by averaging investment rates for the 12-month period ending every September. The rate then goes into effect January 1. It is subject to quarterly revisions if the annual average, on the moving basis, changes by 2 percent. The rate in effect for calendar year 1999 reflects the average investment rates for the 12-month period that ended September 30, 1998.



6. Inquiries

Questions concerning this bulletin should be directed to:

Program Compliance Division Financial Management Service Department of the Treasury 401 14th Street, SW. Washington, DC 20227 (Telephone: 202-874-6630)

Date: December 9, 1998

Richard L. Gregg Commissioner

Archal Lagy

6. Inquiries

Questions concerning this bulletin should be directed to:

Program Compliance Division Financial Management Service Department of the Treasury 401 14th Street, SW. Washington, DC 20227 (Telephone: 202-874-6630)

Date: December 9, 1998

Richard L. Gregg Commissioner

Archal Lagy